

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Balance Sheet
As of 2/29/2004

3/26/2004

	As of <u>2-29-04</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 558,218,591	\$ 475,417,195
INTERNATIONAL EQUITIES	362,108,047	293,812,409
DOMESTIC FIXED INCOME	170,656,464	150,491,883
INTERNATIONAL FIXED INCOME	63,155,878	52,857,523
REAL ESTATE	117,936,298	109,451,910
VENTURE CAPITAL	59,447,150	52,189,986
INVESTED CASH (NOTE 1)	<u>26,593,780</u>	<u>23,855,378</u>
TOTAL INVESTMENTS	1,358,116,208	1,158,076,284
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	5,198,528	4,588,915
CONTRIBUTIONS RECEIVABLE	5,010,382	6,260,471
MISCELLANEOUS RECEIVABLE	<u>0</u>	<u>41,698</u>
TOTAL RECEIVABLES	10,208,910	10,891,084
OTHER ASSETS		
OPERATING CASH (NOTE 2)	7,320,645	7,388,155
DUE FROM OTHER AGENCIES (NOTE 3)	<u>13,099</u>	<u>0</u>
TOTAL ASSETS	<u><u>\$ 1,375,658,862</u></u>	<u><u>\$ 1,176,355,523</u></u>
LIABILITIES:		
ACCOUNTS PAYABLE	824,068	824,172
ACCRUED EXPENSES	166,524	244,481
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>38,392</u>
TOTAL LIABILITIES	990,592	1,107,045
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,175,248,478	1,165,369,565
CASH IN DURING YEAR (NOTE 5)	78,260,000	120,855,000
CASH OUT DURING YEAR (NOTE 6)	82,049,350	120,855,000
NET INCREASE (DECREASE)	<u>203,209,142</u>	<u>9,878,913</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>1,374,668,270</u>	<u>1,175,248,478</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u><u>\$ 1,375,658,862</u></u>	<u><u>\$ 1,176,355,523</u></u>

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Profit and Loss Statement
For the Month Ended 2/29/2004

3/26/2004

	Month Ended <u>2-29-04</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 2,445,052	\$ 24,055,777
SECURITIES LENDING INCOME	58,863	445,254
	<u>2,503,915</u>	<u>24,501,031</u>
GAIN ON SALE OF INVESTMENTS	15,159,400	110,351,319
LOSS ON SALE OF INVESTMENTS	<u>8,308,782</u>	<u>71,834,490</u>
NET GAINS (LOSSES) INVESTMENTS	6,850,618	38,516,829
INVESTMENT EXPENSES	838,154	3,054,144
SECURITIES LENDING EXPENSES	42,030	305,493
SIB ADMINISTRATIVE EXPENSES	<u>9,051</u>	<u>76,082</u>
NET INVESTMENT INCOME	8,465,298	59,582,141
NET APPREC (DEPREC) MARKET VALUE	8,445,635	160,451,900
MISCELLANEOUS INCOME/(EXPENSE)	<u>113,335</u>	<u>223,686</u>
TOTAL INVESTMENT INCOME	17,024,268	220,257,727
CONTRIBUTIONS & ASSESSMENTS (NOTE 7)	5,354,194	33,589,568
PURCHASED SERVICE CREDIT (NOTE 8)	317,547	2,642,918
PENALTY & INTEREST (NOTE 9)	<u>4</u>	<u>(179)</u>
TOTAL ADDITIONS	<u>22,696,013</u>	<u>256,490,034</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 10)	6,398,466	51,163,210
REFUNDS TO MEMBER (NOTE 11)	<u>228,211</u>	<u>1,468,205</u>
TOTAL BENEFITS PAID	6,626,677	52,631,415
ADMINISTRATIVE EXPENSES		
RIO ADMINISTRATIVE CHARGE	78,499	649,477
MISCELLANEOUS EXPENSES	<u>0</u>	<u>0</u>
TOTAL ADMINISTRATIVE EXPENSES	<u>78,499</u>	<u>649,477</u>
TOTAL DEDUCTIONS	<u>6,705,176</u>	<u>53,280,892</u>
NET INCREASE (DECREASE)	<u><u>\$ 15,990,837</u></u>	<u><u>\$ 203,209,142</u></u>

TEACHERS' FUND FOR RETIREMENT
Notes To Financial Statements
February 29, 2004

3/26/2004

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 OPERATING CASH

TFFR money market and checking accounts at the Bank of North Dakota.

NOTE 3 DUE FROM OTHER AGENCIES

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 DUE TO OTHER AGENCIES

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 6 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 7 CONTRIBUTIONS & ASSESSMENTS

Assessments on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution and assessment of 15.5 percent that must be remitted monthly.

NOTE 8 PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

TEACHERS' FUND FOR RETIREMENT
Notes to Financial Statements
2/29/2004

3/26/2004

NOTE 9

PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions and assessments.

NOTE 10

BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 11

REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.